

THE MISSOURI BUDGET

FISCAL YEAR 2006

GOVERNOR MATT BLUNT

**FY 2006 BUDGET
GOVERNOR'S RECOMMENDED SOLUTION
TO GENERAL REVENUE SHORTFALL**

Revenue Shortfall

Increased Collections	240.4
Loss of One-Time Funds (Revenue Bonds)	(45.0)
Excess FY05 Unobligated Beginning Balance	(236.3)
	(40.9)

Spending Pressures

Mandatory	(480.3)
All Other	(51.6)
	(531.9)
	(572.8)

Total Shortfall

Solutions

Medicaid Reductions	231.0
Non-Medicaid Reductions	64.8
DMH Public/Private Partnerships	13.8
Medicaid Chronic Care Management	15.0
Refinancing of Bonds	9.0
Agency Reductions	239.2
	239.2
Total Solutions	572.8

**FY 2006 GOVERNOR'S RECOMMENDED
GENERAL REVENUE NEW DECISION ITEMS
SUMMARY
(Millions of dollars)**

Mandatory

Medicaid	\$290.4
Fringe Benefits	49.9
Elementary & Secondary Education	40.9
Constitutional Amendment No. 3	31.7
Social Services	24.3
Veterans	16.7
Corrections	12.0
Payments to Counties for Housing State Prisoners	6.1
Mental Health	1.8
Public Debt	1.8
Elected Officials	1.1
All Other	<u>3.7</u>
Subtotal	\$480.3

Discretionary Priorities

In-Home Health Care Rate Increase	\$26.9
Pay Plan	10.9
Athletes and Entertainers Distributions	6.0
Agriculture	5.6
Payments to Counties for Housing State Prisoners	1.6
All Other	<u>.6</u>
Subtotal	\$51.6

Grand Total	<u>\$531.9</u>
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FISCAL YEAR 2006 GENERAL REVENUE BUDGET REDUCTIONS (Millions of dollars)

Achieving Structural Balance

For several fiscal years, the State of Missouri has used one-time revenue sources to fund ongoing expenses. That type of budgeting has proven unsustainable, as it has sunk the state into a budgetary hole from which extrication is extremely difficult. Governor Blunt has stated categorically that the state must stop spending more than the revenues it receives. In order to do so, the budget must be reduced while protecting critical functions such as education. The Governor's Fiscal Year 2006 budget proposes reductions across many government programs.

Elementary and Secondary Education	-\$7.2
Higher Education	-5.1
Revenue	-5.2
Transportation	-1.5
Office of Administration	-.5
Fringe Benefits	-7.3
Agriculture	-.01
Natural Resources	-.5
Economic Development	-.6
Labor and Industrial Relations	0
Public Safety	-1.6
Corrections	-.1
Mental Health	-50.0
Health and Senior Services	-15.6
Social Services	-264.2
Elected Officials	-1.7
Judiciary	0
Public Defender	0
General Assembly	0
Statewide Leasing	<u>-1.0</u>
Total General Revenue Reductions	-\$362.2

FISCAL YEAR 2006 STATE WORKFORCE REDUCTIONS

Agencies Under Governor's Control

Elementary and Secondary Education	-20
Higher Education	-6
Revenue	-217
Office of Administration	-7
Agriculture	-1
Natural Resources	-42
Economic Development	-1
Insurance	0
Labor and Industrial Relations	0
Public Safety	-8
Corrections	-50
Mental Health	-1,018
Health and Senior Services	-10
Social Services	-17
Governor	<u>-6</u>
Subtotal	-1,403

Other Agencies

Transportation	-18
Conservation	0
Lt. Governor	0
Secretary of State	0
Auditor	-9
Treasurer	0
Attorney General	-27
Judiciary	0
Public Defender	0
General Assembly	<u>0</u>
Subtotal	-54
Grand Total Workforce Reductions	-1,456

FISCAL YEAR 2006 STATE WORKFORCE ADDITIONS

Agencies Under Governor's Control

Elementary and Secondary Education	0
Higher Education	0
Revenue	0
Office of Administration	0
Agriculture	7
Natural Resources	11
Economic Development	0
Insurance	0
Labor and Industrial Relations	0
Public Safety	32
Corrections	69
Mental Health	38
Health and Senior Services	37
Social Services	16
Governor	<u>0</u>
Subtotal	209

Other Agencies

Transportation	320
Conservation	0
Lt. Governor	0
Secretary of State	0
Auditor	0
Treasurer	0
Attorney General	30
Judiciary	6
Public Defender	0
General Assembly	<u>0</u>
Subtotal	356
Grand Total Workforce Additions	566